GOVERNMENT OF INDIA
DEFENCE
LOK SABHA

UNSTARRED QUESTION NO:2348
ANSWERED ON:11.03.2016
Changes in DPP
Adsul Shri Anandrao

Will the Minister of DEFENCE be pleased to state:

(a) whether the Defence Acquisition Council (DAC) had approved changes to Defence Procurement Procedure (DPP) to introduce a new category called Indigenously designed, Developed and Manufactured (IDDM) equipment;

(b) if so, the facts thereof;

(c) whether the DAC has also revised the defence offset clauses to remove hurdles to foreign firms eyeing the Indian market; and

(d) if so, the details thereof?

Answer

MINISTER OF DEFENCE (SHRI MANOHAR PARRIKAR)

(a) to (d): The Defence Procurement Procedure (DPP) 2016 is under finalization. The new DPP will bring into effect measures to promote indigenization and self-reliance in defence. Enabling provisions for utilization and consolidation of Design, Development and Manufacturing infrastructure available in the country are included in the proposal. The DAC has approved a set of amendments to Offset provisions to simplify the offsets process.

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